## STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

	<del></del>
	)
IN THE MATTER OF: GZ Gourmet Food and Beverage, Inc. and R. Richard Saxby	)
	) FILE NO. 0800531
	)

## TEMPORARY ORDER OF PROHIBITION

TO THE RESPONDENT: GZ Gourmet Food and Beverage, Inc.

c/o R. Richard Saxby 100 South Doheny Drive Los Angeles, California 90048

GZ Gourmet Food and Beverage, Inc. c/o R. Richard Saxby 468 N. Camden Dr. Ste 300 Beverly Hill, California 90210

R. Richard Saxby 100 South Doheny Drive Los Angeles, California 90048

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein finds:

- 1. That Respondent GZ Gourmet Food and Beverage, Inc.(GZ Gourmet) is a California Corporation with a registered address of 468 North Camden Drive Suite 300, Beverly Hills, California 90210. The company was incorporated on July 15, 2004 and its current status is "Active". R. Richard Saxby is the registered agent.
- 2. That Respondent R. Richard Saxby is a California resident and during all relevant times was CEO of GZ Gourmet. His last known address is 100 South Doheny Drive, Los Angeles, California 90048.
- 3. That between September 2005 and January 2009 the Respondents sold stock in GZ Gourmet to more than 75 Illinois investors. The amount of these sales totaled approximately \$800,000.

- 4. That the activities described in paragraphs 4 and 5 above constitutes the offer and/or sale of a securities and as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").
- 5. That Section 5 of the Act provides, <u>inter alia</u>, that all securities except those exempt under Section 3 or those offered or sold in transactions exempt under Section 4 shall be registered either by coordination or by qualification prior to their offer or sale in the State of Illinois.
- 6. That Respondents failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a result the securities were not registered pursuant to Section 5 of the Act prior to its offer in the State of Illinois.
- 7. That Section 12.A of the Act provides, <u>inter alia</u>, that it shall be a violation for any person to offer or sell any security except in accordance with the provisions of the Act.
- 8. That Section 12.D of the Act provides, <u>inter alia</u>, that it shall be a violation for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of the Act or any rule or regulation made by the Secretary of State pursuant to the Act.
- 9. That by virtue of the foregoing, the Respondents have violated Sections 12.A and 12.D of the Act.
- 10. That the aforementioned findings are based upon credible evidence.
- 11. That Section 11.F (2) of the Act provides, <u>inter alia</u>, that the Secretary of State may temporarily prohibit the offer or sale of securities by any person, without notice and prior hearing, if the Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.
- 12. That the entry of this Temporary Order prohibiting Respondents, or its agents, affiliates, successors and employees, from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, the Respondents are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State.

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 West Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within

## Temporary Order of Prohibition

-3-

thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This 24<sup>th</sup> day of January, 2011.

D

JESSE WHITE Secretary of State State of Illinois

Attorney for the Secretary of State: Gregory J. Solberg Illinois Securities Department 69 West Washington Street Chicago, Illinois 60602 312-793-9643